

20. Markson's & Co has a difference in balance as per cash book and bank statement as on 31<sup>st</sup> March 2021.

- (a) Balance as per bank statement as on 31<sup>st</sup> March 2021 is Rs.5,000. Balance as per the cash book is Rs. 1,650.
- (b) Cheques of Rs. 2,000 and Rs. 1,000 issued as on 30<sup>th</sup> March 2021, but not yet cleared.
- (c) Insurance paid by the bank is Rs.200. It is not yet recorded in the cash book.
- (d) An outgoing check of Rs. 1,000 was recorded twice in the cash book. It is accurately recorded in the bank passbook.
- (e) Payment of a Rs. 500 check is recorded twice in the passbook.
- (f) Dividends received Rs. 600 recorded only in the bank statement and not in the cash book.
- (g) A check of Rs. 500 was deposited on 29<sup>th</sup> March 2021 but it is not collected.
- (h) Bank charges of Rs. 50 were debited, it is only recorded in the bank passbook.

APRIL/MAY 2024

23UEIM12B — FINANCIAL ACCOUNTING

Time : Three hours

Maximum : 75 marks

SECTION A — (10 × 2 = 20 marks)

Answer ALL questions.

1. Mention any two objectives of accounting.
2. What is pure single entry system?
3. Explain the term royalty.
4. Define book keeping.
5. What is net profit?
6. Give journal entry for goods purchased on credit.
7. What is conversion method?
8. How average due date is calculated?
9. Explain BRS.
10. What is dual aspect?





17. Below is given the Trial Balance of ABC Ltd. in respect of the year ending 31<sup>st</sup> March, 2018. Prepare Final Accounts ABC Ltd.

Particulars	Debit	Credit
Purchases and Sales	70,000	80,800
Sales Returns	800	
Opening Stock	25,000	
Bad Debts	500	
Depreciation	2,000	
General Charges	1,000	
Provision for Bad Debts		2,000
Salaries	3,000	
Capital		58,500
Cash	9,000	
Debtors and Creditors	21,000	20,000
Furniture's	5,000	
Outstanding Salaries		1,000
Plant	25,000	
	<u>1,62,300</u>	<u>1,62,300</u>

Adjustment :

- Closing Stock ` 30,000.
- Create provision for Bad Debts @ 10%.
- Charge Depreciation on Plant @ 5%.

13. (a) Explain the steps in conversion method.

Or

- (b) Ajay keeps his books by single entry method. His position on 31-12-17 and 31-12-18.

Particulars	31-12-17	31-12-18
Cash	250	300
Bank balance	2,750	2,200
Stock	21,000	18,000
Sundry Debtors	7,500	12,000
Furniture	1,750	1,575
Machinery	15,000	25,000
Sundry creditors	18,000	23,000

During the year. Ajay introduced Rs. 5,000 as further capital in the business and withdrew Rs. 600 p.m.

From the above, prepare a statement showing the profit or loss made by him for the year ended 31-12-2018.

14. (a) Prepare a Trial Balance for Shining Brothers Pvt. Ltd. at March 31<sup>st</sup>, 2017.

Balances	Rs.
Cost of Goods Sold	5,20,000
Opening Stock	50,000
Closing Stock	50,000
Salary and Wages	50,000
Sales	8,00,000